

Fill in this information to identify the case:

Debtor Name World Wine Group Inc.

United States Bankruptcy Court for the: Southern District of New York



Case number: 22-10738-1gb

☐ Check if this is an amended filing

Official Form 425C

Monthly Operating Report for Small Business Under Chapter 11

12/17

Month: June

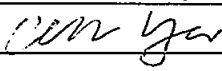
Date report filed: 07/05/2023
MM / DD / YYYY

Line of business: Liquor Store

NAISC code: 445310

In accordance with title 28, section 1746, of the United States Code, I declare under penalty of perjury that I have examined the following small business monthly operating report and the accompanying attachments and, to the best of my knowledge, these documents are true, correct, and complete.

Responsible party: Word Wine Group Inc.

Original signature of responsible party: 

Printed name of responsible party: Cheng Rui Lu

1. Questionnaire

Answer all questions on behalf of the debtor for the period covered by this report, unless otherwise indicated.

If you answer *No* to any of the questions in lines 1-9, attach an explanation and label it *Exhibit A*.

- | | Yes | No | N/A |
|--|-------------------------------------|--------------------------|-------------------------------------|
| 1. Did the business operate during the entire reporting period? | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 2. Do you plan to continue to operate the business next month? | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 3. Have you paid all of your bills on time? | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 4. Did you pay your employees on time? | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 5. Have you deposited all the receipts for your business into debtor in possession (DIP) accounts? | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 6. Have you timely filed your tax returns and paid all of your taxes? | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 7. Have you timely filed all other required government filings? | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 8. Are you current on your quarterly fee payments to the U.S. Trustee or Bankruptcy Administrator? | <input type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 9. Have you timely paid all of your insurance premiums? | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |

If you answer *Yes* to any of the questions in lines 10-18, attach an explanation and label it *Exhibit B*.

- | | | | |
|---|--------------------------|-------------------------------------|--------------------------|
| 10. Do you have any bank accounts open other than the DIP accounts? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 11. Have you sold any assets other than inventory? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 12. Have you sold or transferred any assets or provided services to anyone related to the DIP in any way? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 13. Did any insurance company cancel your policy? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 14. Did you have any unusual or significant unanticipated expenses? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 15. Have you borrowed money from anyone or has anyone made any payments on your behalf? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 16. Has anyone made an investment in your business? | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |

17. Have you paid any bills you owed before you filed bankruptcy? ☐ ☐ ☒
18. Have you allowed any checks to clear the bank that were issued before you filed bankruptcy? ☐ ☐ ☒

2. Summary of Cash Activity for All Accounts

19. Total opening balance of all accounts

This amount must equal what you reported as the cash on hand at the end of the month in the previous month. If this is your first report, report the total cash on hand as of the date of the filing of this case.

\$ 7,566.39

20. Total cash receipts

Attach a listing of all cash received for the month and label it *Exhibit C*. Include all cash received even if you have not deposited it at the bank, collections on receivables, credit card deposits, cash received from other parties, or loans, gifts, or payments made by other parties on your behalf. Do not attach bank statements in lieu of *Exhibit C*.

Report the total from *Exhibit C* here.

\$ 22,327.47

21. Total cash disbursements

Attach a listing of all payments you made in the month and label it *Exhibit D*. List the date paid, payee, purpose, and amount. Include all cash payments, debit card transactions, checks issued even if they have not cleared the bank, outstanding checks issued before the bankruptcy was filed that were allowed to clear this month, and payments made by other parties on your behalf. Do not attach bank statements in lieu of *Exhibit D*.

Report the total from *Exhibit D* here.

- \$ 27,295.28

22. Net cash flow

Subtract line 21 from line 20 and report the result here.

This amount may be different from what you may have calculated as *net profit*.

+ \$ -4,968.35

23. Cash on hand at the end of the month

Add line 22 + line 19. Report the result here.

Report this figure as the *cash on hand at the beginning of the month* on your next operating report.

This amount may not match your bank account balance because you may have outstanding checks that have not cleared the bank or deposits in transit.

= \$ 2,598.58

3. Unpaid Bills

Attach a list of all debts (including taxes) which you have incurred since the date you filed bankruptcy but have not paid. Label it *Exhibit E*. Include the date the debt was incurred, who is owed the money, the purpose of the debt, and when the debt is due. Report the total from *Exhibit E* here.

24. Total payables

(*Exhibit E*)

\$ 0.00

4. Money Owed to You

Attach a list of all amounts owed to you by your customers for work you have done or merchandise you have sold. Include amounts owed to you both before, and after you filed bankruptcy. Label it *Exhibit F*. Identify who owes you money, how much is owed, and when payment is due. Report the total from *Exhibit F* here.

25. Total receivables \$ 0.00
(Exhibit F)

5. Employees

26. What was the number of employees when the case was filed? 1
27. What is the number of employees as of the date of this monthly report? 1

6. Professional Fees

28. How much have you paid this month in professional fees related to this bankruptcy case? \$ 0.00
29. How much have you paid in professional fees related to this bankruptcy case since the case was filed? \$ 15,000.00
30. How much have you paid this month in other professional fees? \$ 0.00
31. How much have you paid in total other professional fees since filing the case? \$ 0.00

7. Projections

Compare your actual cash receipts and disbursements to what you projected in the previous month. Projected figures in the first month should match those provided at the initial debtor interview, if any.

	<u>Column A</u>		<u>Column B</u>		<u>Column C</u>
	Projected	—	Actual	=	Difference
	Copy lines 35-37 from the previous month's report.		Copy lines 20-22 of this report.		Subtract Column B from Column A.
32. Cash receipts	\$ <u> </u>	—	\$ <u> </u>	=	\$ <u> </u>
33. Cash disbursements	\$ <u> </u>	—	\$ <u> </u>	=	\$ <u> </u>
34. Net cash flow	\$ <u> </u>	—	\$ <u> </u>	=	\$ <u> </u>
35. Total projected cash receipts for the next month:					\$ <u> </u>
36. Total projected cash disbursements for the next month:					- \$ <u> </u>
37. Total projected net cash flow for the next month:					= \$ <u> </u>

8. Additional Information

If available, check the box to the left and attach copies of the following documents.

- ☒ 38. Bank statements for each open account (redact all but the last 4 digits of account numbers).
- ☒ 39. Bank reconciliation reports for each account.
- ☒ 40. Financial reports such as an income statement (profit & loss) and/or balance sheet.
- ☐ 41. Budget, projection, or forecast reports.
- ☐ 42. Project, job costing, or work-in-progress reports.

Exhibit:

Listing Cash Receipts:

Sales revenue in cash during June 2023	\$22,327,47
Total:	\$22,327,47

Exhibit :

Cash Disbursements list:

Inventory purchase	\$15,026.98
Payroll net	\$1666.59
Rent and real estate tax the tenant's portion	\$3,894.24
Other operation expense	\$877.58
Sales tax	\$5563.60
Phone	\$25.69
Utilites	240.60
Total disbursement:	<u>\$27,295.28</u>

Exhibit

Bank Statement

Bank

America's Most Convenient Bank®



WORLD WINE GROUP INC
DIP CASE 22-10738 SDNY
170 PARK ROW APT 18C
NEW YORK NY 10038-1155

Page 1 of 5
Statement Period: Jun 01 2023-Jun 30 2023
Cust Ref #: 4414748173-039-T-###
Primary Account #: 441-4748173

Chapter 11 Checking

WORLD WINE GROUP INC
DIP CASE 22-10738 SDNY

Account # 441-4748173

Beginning Balance	7,566.39	Average Collected Balance	3,705.22
Deposits	11,754.00	Interest Earned This Period	0.00
Electronic Deposits	10,273.47	Interest Paid Year-to-Date	0.00
		Annual Percentage Yield Earned	0.00%
Checks Paid	8,832.51	Days in Period	30
Electronic Payments	18,162.77		
Ending Balance	2,598.58		

	Total for this cycle	Total Year to Date
Grace Period OD/NSF Refund	\$0.00	\$0.00

Deposits

06/01	DEPOSIT	26.00 ✓
06/02	DEPOSIT	2,030.00 ✓
06/05	DEPOSIT	756.00 ✓
06/12	DEPOSIT	2,500.00 ✓
06/12	DEPOSIT	827.00 ✓
06/20	DEPOSIT	2,139.00 ✓
06/20	DEPOSIT	1,250.00 ✓
06/20	DEPOSIT	1,192.00 ✓
06/26	DEPOSIT	974.00 ✓
06/26	DEPOSIT	60.00 ✓
Subtotal:		11,754.00

Electronic Deposits

06/01	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	210.93
06/01	CCD DEPOSIT, UBER USA FBO EDI PAYMNT L3SQZ85ZXVXH67	93.56
06/02	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	145.89
06/02	CCD DEPOSIT, GRUBHUB INC MAY ACTVTY ****0201M0ra3O4	12.45
06/05	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	674.70
06/05	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	434.04
06/06	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	607.09
06/06	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	159.74
06/06	CCD DEPOSIT, UBER USA FBO EDI PAYMNT RI73NSBXEM9Y3EO	80.50

Begin by adjusting your account register as follows.

Subtract any services charges shown on this statement.

Subtract any automatic payments, transfers or other electronic withdrawals not previously recorded.

Add any interest earned if you have an interest-bearing account.

Add any automatic deposit or overdraft line of credit.

Review all withdrawals shown on this statement and check them off in your account register.

Follow instructions 2-5 to verify your ending account balance.

Your ending balance shown on this statement is.

List below the amount of deposits or credit transfers which do not appear on this statement. Total the deposits and enter on Line 2.

Subtotal by adding lines 1 and 2.

List below the total amount of withdrawals that do not appear on this statement. Total the withdrawals and enter on Line 4.

Subtract Line 4 from 3. This adjusted balance should equal your account balance.

Ending Balance 2,598 58

Total Deposits +

Sub Total

Total Withdrawals -

Adjusted Balance

Total Deposits

Total Withdrawals

If you need information about an electronic fund transfer or if you believe there is an error on your bank statement or receipt relating to an electronic fund transfer, telephone the bank immediately at the phone number listed on the front of your statement or write to:

TD Bank, N.A., Deposit Operations Dept, P.O. Box 1377, Lewiston, Maine 04243-1377

We must hear from you no later than sixty (60) calendar days after we sent you the first statement upon which the error or problem first appeared. When contacting the Bank, please explain as clearly as you can why you believe there is an error or why more information is needed. Please include:

- Your name and account number
- A description of the error or transaction you are unsure about
- The dollar amount and date of the suspected error

When making a verbal inquiry, the Bank may ask that you send us your complaint in writing within ten (10) business days after the first telephone call.

We will investigate your complaint and will correct any error promptly. If we take more than ten (10) business days to do this, we will credit your account for the amount you think is in error so that you have the use of the money during the time it takes to complete our investigation.

Total interest credited by the Bank to you this year will be reported by the Bank to the Internal Revenue Service and State tax authorities. The amount to be reported will be reported separately to you by the Bank.

In case of Errors or Questions About Your Bill

If you think your bill is wrong, or if you need more information about a transaction on your bill, write us at P.O. Box 1377, Lewiston, Maine 04243-1377 as soon as possible. We must hear from you no later than sixty (60) days after we sent you the FIRST bill on which the error or problem appeared. You can telephone us, but doing so will not preserve your rights. In your letter, give us the following information:

- Your name and account number
- The dollar amount of the suspected error
- Describe the error and explain, if you can, why you believe there is an error
- If you need more information, describe the item you are unsure about.

You do not have to pay any amount in question while we are investigating, but you are still obligated to pay the parts of your bill that are not in question. While we investigate your question, we cannot report you as delinquent or take any action to collect the amount you question.

FINANCE CHARGES Although the Bank uses the Daily Balance method to calculate the finance charge on your Moneyline Overdraft Protection account (the term "ODP" or "OD" refers to Overdraft Protection), the Bank decreases the Average Daily Balance on the periodic statement as an easier method for you to calculate the finance charge. The finance charge begins to accrue on the date advances and other debts are posted to your account and will continue until the balance has been paid in full. To compute the finance charge, multiply the Average Daily Balance times the Days in Period times the Daily Periodic Rate (as listed in the Account Summary section on the front of the statement). The Average Daily Balance is calculated by adding the balance for each day of the billing cycle, then dividing the total balance by the number of Days in the Billing Cycle. The daily balance is the balance for the day after advances have been added and payments or credits have been subtracted plus or minus any other adjustments that might have occurred that day. There is no grace period during which no finance charge accrues. Finance charge adjustments are included in your total finance charge.

Bank

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WORLD WINE GROUP INC
DIP CASE 22-10738 SDNY

Page 3 of 5
Statement Period Jun 01 2023-Jun 30 2023
Cust Ref # 4414748173-039-T-###
Primary Account #: 441-4748173

Electronic Deposits (continued)

06/07	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	181.35
06/08	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	131.41
06/09	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	215.00
06/12	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	771.21
06/12	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	226.19
06/13	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	493.48
06/13	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	92.51
06/13	CCD DEPOSIT, UBER USA FBO EDI PAYMNT 1J3YCVFO2G5UJQ1	36.45
06/14	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	196.08
06/15	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	124.57
06/16	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	167.16
06/20	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	687.98
06/20	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	499.66
06/20	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	368.35
06/20	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	282.05
06/21	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	369.68
06/21	CCD DEPOSIT, UBER USA FBO EDI PAYMNT W2RFXW7XSLLVIO5	23.39
06/22	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	333.15
06/23	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	457.80
06/26	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	686.30
06/26	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	389.60
06/27	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	268.58
06/27	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	166.56
06/29	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	263.29
06/29	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	146.35
06/30	CCD DEPOSIT, BANKCARD DEP MERCH DEP ****86770600752	276.42

Subtotal: 10,273.47

Checks Paid No Checks: 7 *Indicates break in serial sequence or check processed electronically and listed under Electronic Payments

06/01	1047	1,164.24 ✓	06/12	1051	221.27 ✓
06/05	1048	3,894.24 ✓	06/12	1052	1,666.59 ✓
06/05	1049	75.00 ✓	06/23	1054*	923.17 ✓
06/21	1050	888.00 ✓			

Subtotal: 8,832.51

Bank

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WORLD WINE GROUP INC
DIP CASE 22-10738 SDNY

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Statement Period Jun 01 2023-Jun 30 2023
Cust Ref #: 4414748173-039-T-###
Primary Account # 441-4748173

Electronic Payments

06/01	ELECTRONIC PMT-WEB, EMPIREMERCHANTS INVOICE(S) 4977263	1,651.57
06/05	ELECTRONIC PMT-WEB, SGWS OF NYC 3056254171	1,428.12
06/05	CCD DEBIT, BLACK SEA IMPORT INVOICES e23572354	750.00
06/05	CCD DEBIT, APOLLO FINE WINE 2300808 e23506545	675.00
06/05	ELECTRONIC PMT-WEB, SPECTRUM SPECTRUM 5510481	97.97 ✓
06/07	DEBIT POS, *****04032055430, AUT 060723 DDA PURCHASE USPS PO 3 6 DOYERS ST NEW YORK * NY	63.00 ✓
06/08	CCD DEBIT, BANKCARD DEP MERCH FEES ****86770600752	68.31
06/09	ELECTRONIC PMT-WEB, EMPIREMERCHANTS INVOICE(S) 7375076	1,591.73
06/12	ELECTRONIC PMT-WEB, TRI-VIN STLMT SWEB PYMT ****43397	399.98
06/13	DEBIT CARD PURCHASE, *****04032055430, AUT 061223 VISA DDA PUR DA HING DEPT STORE INC NEW YORK * NY	150.00 ✓
06/13	ACH DEBIT, CON ED OF NY XXXXXXXXXX *****11150500124	142.63 ✓
06/20	ELECTRONIC PMT-WEB, SGWS OF NYC 3056254171	1,544.25
06/20	ELECTRONIC PMT-WEB, CAZANOVE OPICI W WEB PYMNT ****51762	222.00
06/21	CCD DEBIT, NYS DTF SALES TAX PAYMNT ****00100561286	5,563.60 ✓
06/22	DEBIT CARD PURCHASE, *****04032055430, AUT 062123 VISA DDA PUR COSTCO BY INSTACART HTTPSINSTACAR* CA	52.00
06/23	ELECTRONIC PMT-WEB, EMPIREMERCHANTS INVOICE(S) 0997421	1,067.40
06/26	ELECTRONIC PMT-WEB, SGWS OF NYC 3056254171	1,412.64
06/26	ELECTRONIC PMT-WEB, EMPIREMERCHANTS INVOICE(S) 1266335	1,256.88
06/29	DEBIT CARD PAYMENT, *****04032055430, AUT 062823 VISA DDA PUR SPECTRUM 855 707 7328 * MO	14.00 ✓
06/30	DEBIT CARD PAYMENT, *****04032055430, AUT 062823 VISA DDA PUR ITALKBB ACCOUNTING123 * TX	11.69 ✓
Subtotal:		18,162.77

05/31	7,566.39	06/15	4,552.89
06/01	5,081.07	06/16	4,720.05
06/02	7,269.41	06/20	9,372.84
06/05	2,213.82	06/21	3,314.31
06/06	3,061.15	06/22	3,595.46
06/07	3,179.50	06/23	2,062.69
06/08	3,242.60	06/26	1,503.07
06/09	1,865.87	06/27	1,938.21

Bank

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DIP CASE 22-10738 SDNY

Page 5 of 5
Statement Period Jun 01 2023-Jun 30 2023
Cust Ref # 4414748173-039-T-###
Primary Account # 441-4748173

06/12	3,902.43	06/29	2,333.85
06/13	4,232.24	06/30	2,598.58
06/14	4,428.32		